FIFTY-SIXTH DAY - APRIL 3, 2003

LEGISLATIVE JOURNAL

NINETY-EIGHTH LEGISLATURE FIRST SESSION

FIFTY-SIXTH DAY

Legislative Chamber, Lincoln, Nebraska Thursday, April 3, 2003

PRAYER

The prayer was offered by Senator Wehrbein.

ROLL CALL

Pursuant to adjournment, the Legislature met at 9:00 a.m., Speaker Bromm presiding.

The roll was called and all members were present except Senators Landis and Raikes who were excused until they arrive.

CORRECTIONS FOR THE JOURNAL

The Journal for the fifty-fifth day was approved.

MESSAGE FROM THE GOVERNOR

March 26, 2003

President, Speaker Bromm and Members of the Legislature State Capitol Building Lincoln, NE 68509

Dear Mr. President, Speaker Bromm, and Senators:

Contingent upon your approval, the following individual has been appointed to the Motor Vehicle Industry Licensing Board.

APPOINTEE:

Bernard J. Slowik, 808 W Centennial, Papillion, NE 68046

The aforementioned name is respectfully submitted for your consideration.

Sincerely, (Signed) Mike Johanns

Governor

say/

REPORT OF REGISTERED LOBBYISTS

Following is a list of all lobbyists who have registered as of April 2, 2003, in accordance with Section 49-1481, Revised Statutes of Nebraska. Additional lobbyists who have registered will be filed weekly.

(Signed) Patrick J. O'Donnell Clerk of the Legislature

Dierks, Merton L.

Veterinary Medical Association, Nebraska

Mueller, William J.

Anesthesiologists, Nebraska Society of (Withdrawn 03/28/2003) Ayars & Ayars, Inc. (Withdrawn 03/31/2003)

Ruth, Larry L.

Anesthesiologists, Nebraska Society of (Withdrawn 03/28/2003) Ayars & Ayars, Inc. (Withdrawn 03/31/2003)

Vickers, Tom

Aquiculturist & Lake Managers, Nebraska (Withdrawn 04/02/2003)

REPORTS

The following reports were received by the Legislature:

Auditor of Public Accounts

Attestation Examination Report

Environmental Quality, Department of, FY 12/19/02

Audit reports for the following:

Educational Lands and Funds, Board of, FY 2002

Educational Telecommunications Commission, FY 2002

Examiners for Land Surveyors, Board of, FY 2002

Health and Human Services System, Regional Centers (Hastings, Norfolk, Lincoln), FY 2002

Justice, Department of, FY 2002, Period 7/1/02-1/8/03

Liquor Control Commission, FY 2002

Retirement Systems, Public Employees - School Employees, Judges, and State Patrol Retirement Plans. FY 2002

Public Accountancy, Board of, FY 2002

Roads, Department of, FY 2002

Railway Council, FY 2002

Financial statements and reports

University of Nebraska, financial statements and reports required by Government Auditing Standards and OMB Circular A-133 performed by Deloitte & Touche

Investment Finance Authority

Drinking Water State Revolving Fund Program

RESOLUTIONS

LEGISLATIVE RESOLUTION 39. Read. Considered.

LR 39 was adopted with 26 ayes, 0 nays, 21 present and not voting, and 2 excused and not voting.

Pursuant to Rule 4, Sec. 5(b), LRs 64 and 65 were adopted.

SPEAKER SIGNED

While the Legislature was in session and capable of transacting business, the Speaker signed the following: LRs 64 and 65.

SELECT FILE

LEGISLATIVE RESOLUTION 11CA. Senator Louden renewed his pending amendment, AM1122, found on page 1141.

Senator Louden moved for a call of the house. The motion prevailed with 28 ayes, 0 nays, and 21 not voting.

Senator Louden requested a roll call vote on his amendment.

Voting in the affirmative, 10:

Baker	Cudaback	Jones	Louden	Stuhr
Chambers	Erdman	Kremer	Smith	Stuthman

Voting in the negative, 11:

Bromm	Connealy	Pederson, D.	Thompson
Burling	Cunningham	Quandahl	Wehrbein
Combs	Pedersen, Dw.	Raikes	

Present and not voting, 27:

Aguilar	Engel	Jensen	Mossey	Synowiecki
Beutler	Foley	Johnson	Preister	Tyson
Bourne	Friend	Kruse	Price	Vrtiska
Brashear	Hartnett	Maxwell	Redfield	
Brown	Hudkins	McDonald	Schimek	
Byars	Janssen	Mines	Schrock	

Excused and not voting, 1:

Landis

The Louden amendment lost with 10 ayes, 11 nays, 27 present and not voting, and 1 excused and not voting.

The Chair declared the call raised.

Pending.

SPEAKER SIGNED

While the Legislature was in session and capable of transacting business, the Speaker signed the following: LR 39.

SELECT FILE

LEGISLATIVE RESOLUTION 11CA. Senator Janssen offered the following amendment:

AM1158

- 1 1. In the Janssen amendment, AM1107, on page 1, line 6,
- 2 strike "proceeds" and insert "revenue generated by state regulation
- 3 and taxation".

The Janssen amendment was adopted with 25 ayes, 1 nay, 22 present and not voting, and 1 excused and not voting.

Senator Smith moved the previous question. The question is, "Shall the debate now close?" The motion prevailed with 27 ayes, 2 nays, and 20 not voting.

Senator Janssen moved for a call of the house. The motion prevailed with 41 ayes, 0 nays, and 8 not voting.

Senator Janssen requested a roll call vote on the advancement of the resolution.

Voting in the affirmative, 25:

Aguilar Beutler	Byars Chambers	Friend Hartnett	Maxwell McDonald	Schimek Schrock
Bourne	Combs	Hudkins	Mines	Stuthman
Bromm	Connealy	Janssen	Preister	Synowiecki
Brown	Cunningham	Landis	Raikes	Thompson

Voting in the negative, 20:

Baker	Erdman	Jones	Price	Stuhr
Burling	Foley	Kremer	Quandahl	Tyson
Cudaback	Jensen	Kruse	Redfield	Vrtiska
Engel	Johnson	Mossey	Smith	Wehrbein

Present and not voting, 4:

Brashear Louden Pedersen, Dw. Pederson, D.

Advanced to E & R for engrossment with 25 ayes, 20 nays, and 4 present and not voting.

The Chair declared the call raised.

LEGISLATIVE BILL 165. E & R amendment, AM7080, found on page 805, was adopted.

Senator Foley asked unanimous consent to be excused until he returns. No objections. So ordered.

Senator Beutler withdrew his pending amendment, AM0953, found on page 1049.

Senator Beutler renewed his pending amendment, AM1068, found on page

Senator Thompson asked unanimous consent to be excused. No objections. So ordered.

SENATOR CUDABACK PRESIDING

The Beutler amendment was adopted with 26 ayes, 0 nays, 21 present and not voting, and 2 excused and not voting.

Senator Preister offered the following amendment:

AM1151

(Amendments to E & R amendments, AM7080)

- 1. Insert the following new sections:
- 2 "Sec. 12. The Legislature finds and declares that public
- 3 power provides special and unique benefits to the citizens of the
- 4 State of Nebraska. These benefits include low utility rates and
- 5 public input and accountability in the governance of the state's
- 6 public power entities. The Legislature has consistently endorsed
- 7 the importance of public power to the state, including the
- 8 conclusions by the LR 455 Task Force in 1999 that the electric
- 9 utility industry in Nebraska should not be deregulated and that
- 10 markets should not be opened to private retail competition. For

- 11 these reasons, the Legislature finds that any decision to contract
- 12 for the operation of a public power district facility by a private
- 13 entity should be made only in extraordinary circumstances.
- 14 Sec. 14. (1) If a public power district or public power
- 15 and irrigation district desires to contract with a private entity
- 16 for the operation of a nuclear power plant, such decision shall be
- 17 made after public notice and hearing and shall require: (a) A
- 18 two-thirds majority vote of the elected members of the board of the
- 19 district; and (b) findings of fact that there are extraordinary
- 20 circumstances which require such action. Extraordinary
- 21 circumstances include, but are not limited to (a) no public power
- 22 entity is willing and able to assume operation of the facility, (b)
- 23 regulatory compliance issues and concerns, or (c) health and 1 safety.
 - 2 (2) The notice shall be in addition to the notice usually
 - 3 provided for board meetings and shall be published in a newspaper
 - 4 having general circulation in the state and, as appropriate, in
 - 5 other newspapers and publications. The notice shall include, at a
 - 6 minimum, a brief description of the extraordinary circumstances as
 - 7 well as the sites where documents regarding this hearing may be
 - 8 reviewed by the public. At least one of such sites shall be on the
 - 9 web site of the district providing the notice.".
- 10 2. Amend the operative date section so that the sections
- 11 added by this amendment become operative on their effective date.
- 12 3. Renumber the remaining sections accordingly.

Senator Stuhr moved the previous question. The question is, "Shall the debate now close?"

Senator Preister requested a ruling of the Chair on whether there had been sufficient debate, pursuant to Rule 7, Sec. 4.

The Chair ruled there had been sufficient debate on the Preister amendment.

The motion to cease debate failed with 23 ayes, 10 nays, and 16 not voting.

Pending.

REFERENCE COMMITTEE REPORT

The Legislative Council Executive Board submits the following report:

Slowik, Bernard J. - Motor Vehicle Industry Licensing Board - Transportation and Telecommunications

(Signed) Pat Engel, Chairperson Legislative Council Executive Board

AMENDMENT - Print in Journal

Senators Thompson and Synowiecki filed the following amendment to LB 608:

AM1145

(Amendments to E & R amendments, AM7090)

- 1. On page 9, line 6, after "(7)" insert "Group health
- 2 insurance plan shall mean an employer-sponsored or
- 3 employee-supported health insurance plan for which the employer
- 4 pays at least fifty percent of the premium for individual or family
- 5 coverage for full-time employees who choose to participate in the
- 6 plan. The plan shall include coverage for basic hospital and
- 7 physician care;
- 8 (8)"; in line 16 strike "(8)", show as stricken, and
- 9 insert "(9)"; in line 19 strike "(9)", show as stricken, and insert
- 10 "(10)"; in line 22 strike "(10)" and insert "(11)"; and in line 24
- 11 strike " $(1\underline{1})$ " and insert " $(\overline{12})$ ".
- 12 2. On page 10, line 1, strike "(12)" and insert "(13)".
- 13 3. On page 11, line 3, strike " $\overline{(13)}$ " and insert " $\overline{(14)}$ ";
- 14 in line 10 strike "(14)" and insert "(15)"; in line 18 strike
- 15 "(15)" and insert "(16)"; and in line 24 strike "(16)" and insert 16 "(17)".
- 17 4. On page 12, line 1, strike "(17)" and insert "(18)";
- 18 and in line 11 strike "(18)" and insert "(19)".
 19 5. On page 14, line 3; and page 21, line 15, after
- 20 "employees" insert ", who shall be eligible for coverage by a group
- 21 health insurance plan,".
- 22 6. On page 14, line 5; and page 21, line 17, after
- 23 "employees" insert ", who shall be eligible for coverage by a group 1 health insurance plan.".

SELECT COMMITTEE REPORTS **Enrollment and Review**

LEGISLATIVE BILL 210. Placed on Select File as amended.

E & R amendment to LB 210:

AM7098

- 1 1. Strike the original sections and all amendments
- 2 thereto and insert the following new sections:
- 3 "Section 1. Section 48-106, Revised Statutes Supplement,
- 4 2002, is amended to read:
- 5 48-106. (1) The Nebraska Workers' Compensation Act shall
- 6 apply to the State of Nebraska, to every governmental agency
- 7 created by the state, and, except as provided in this section, to
- 8 every resident employer in this state and nonresident employer
- 9 performing work in this state who employs one or more employees in
- 10 the regular trade, business, profession, or vocation of such

- 11 employer.
- 12 (2) The act shall not apply to:
- 13 (a) A railroad company engaged in interstate or foreign
- 14 commerce;
- 15 (b) Service performed by a worker who is a household
- 16 domestic servant in a private residence;
- 17 (c) Service performed by a worker when performed on a
- 18 farm or ranch for an employer who is engaged in an agricultural
- 19 operation and employs only related employees; and
- 20 (d) Service performed by a worker when performed on a
- 21 farm or ranch for an employer who is engaged in an agricultural
- 22 operation and employs unrelated employees unless:
- 23 (i) Such service is performed on a farm or ranch for an
- 24 employer who during any calendar year employs six or more
 - 1 unrelated, full-time employees, whether in one or more locations,
 - 2 on each working day during any thirteen-week period, whether or not
 - 3 such weeks are consecutive; and
 - 4 (ii) Forty percent or more of the employer's annual gross
 - 5 revenue is derived from the cultivation of land owned or leased by
 - 6 someone other than the employer or a person related to the employer
 - 7 within the third degree by blood or marriage for the production of
- 8 agricultural crops, fruit, or other horticultural products, or
- 9 forty percent or more of the employer's annual gross revenue is
- 10 derived from the keeping or feeding of animals not owned by the
- 11 employer or a person related to the employer within the third
- 12 degree by blood or marriage for the production of livestock or
- 13 livestock products. Relationship by blood or marriage within the
- 14 third degree has the same meaning as in subdivision (8)(b) of this
- 15 section.
- 16 (3) If the employer is the state or any governmental
- 17 agency created by the state, the exemption from the act under
- 18 subdivision (2)(d) of this section does not apply.
- 19 (4) If the act applies to an employer because the
- 20 employer meets the requirements of subdivisions (2)(d)(i) and
- 21 (2)(d)(ii) of this section, all unrelated employees shall be
- 22 covered under the act and such employees' wages shall be considered
- 23 for premium purposes.
- 24 (5) If an employer to whom the act applies because the
- 25 employer meets the requirements of subdivisions (2)(d)(i) and
- 26 (2)(d)(ii) of this section subsequently employs fewer than six
- 27 unrelated employees, such employer shall continue to provide
 - 1 workers' compensation insurance coverage for the employees for a
 - 2 full calendar year after the number of employees is less than six.
 - 3 Such employer may elect to return to exempt status, and if such
 - 4 election is made, the employer shall give the employees notice as
 - 5 provided in subsection (6) of this section.
 - 6 (6) An employer who is exempt from the act may elect to
 - 7 bring the employees of such employer under the act. Such election
 - 8 is made by the employer obtaining a policy of workers' compensation

- 9 insurance covering such employees. Such policy shall be obtained
- 10 from a corporation, association, or organization authorized and
- 11 licensed to transact the business of workers' compensation
- 12 insurance in this state. If such an exempt employer procures a
- 13 policy of workers' compensation insurance which is in full force
- 14 and effect at the time of an accident to an employee of such
- 15 employer, such procurement is conclusive proof of the employer's
- 16 and employee's election to be bound by the act. Such an exempt
- 17 employer who has procured a policy of workers' compensation
- 18 insurance may elect to return to exempt status by (a) posting,
- 19 continuously in a conspicuous place at the employment locations of
- 20 de la conspicuous piace at the employment locations o
- 20 the employees for a period of at least ninety days, a written or
- 21 printed notice stating that the employer will no longer carry
- 22 workers' compensation insurance for the employees and the date such
- 23 insurance will cease and (b) thereafter no longer carrying a policy
- 24 of workers' compensation insurance. Failure to provide notice in
- 25 accordance with this subsection voids an employer's attempt to
- 26 return to exempt status.
- 27 (7) An exclusion from coverage in any health, accident,
- 1 or other insurance policy covering a person employed by an employer
- 2 who is exempt from the act under this section which provides that
- 3 coverage under the health, accident, or other insurance policy does
- 4 not apply if such person is entitled to workers' compensation
- 5 coverage is void as to such person if such employer has not elected
- 6 to bring the employees of such employer within the act as provided
- 7 in subsection (6) of this section.
- 8 (8) For purposes of this section:
- 9 (a) Agricultural operation means (i) the cultivation of
- 10 land for the production of agricultural crops, fruit, or other
- 11 horticultural products or (ii) the ownership, keeping, or feeding
- 12 of animals for the production of livestock or livestock products;
- 13 and
- 14 (b) Related employee means an employee related to the
- 15 employer within the third degree by blood or marriage.
- 16 Relationship by blood or marriage within the third degree includes
- 17 parents, grandparents, great grandparents, children, grandchildren,
- 18 great grandchildren, brothers, sisters, uncles, aunts, nephews,
- 19 nieces, and spouses of the same. If the employer is a partnership,
- 20 limited liability company, or corporation in which all of the
- 21 partners, members, or shareholders are related within the third
- 22 degree by blood or marriage, then related employee means any
- 23 employee related to any such partner, member, or shareholder within
- 24 the third degree by blood or marriage. The Nebraska Workers'
- 25 Compensation Act shall apply to the State of Nebraska and every
- 26 governmental agency created by it, and to every employer in this
- 27 state, including nonresident employers performing work in the State
 - 1 of Nebraska, employing one or more employees, in the regular trade,
 - 2 business, profession, or vocation of such employer, except railroad
- 3 companies engaged in interstate or foreign commerce.

- 4 (2) The following are declared not to be hazardous
- 5 occupations and not within the provisions of the Nebraska Workers'
- 6 Compensation Act: Employers of household domestic servants and
- 7 employers of farm or ranch laborers. An employer who is excluded
- 8 from the act under this subsection may elect to bring the employees
- 9 of such employer within the provisions of the act. Such election
- 10 is made by the employer obtaining a policy of workers' compensation
- 11 insurance covering such employees from a corporation, association,
- 12 or organization authorized and licensed to transact the business of
- 13 workers' compensation insurance in this state. If an employer who
- 14 is excluded from the act under this subsection has not elected to
- 15 bring the employees of such employer within the provisions of the
- 16 act by obtaining a policy of workers' compensation insurance as
- 17 provided in this subsection and any health, accident, or other
- 18 insurance policy covering such employees contains an exclusion of
- 19 coverage if the insured is otherwise entitled to workers'
- 20 compensation coverage, such exclusion shall be null and void as to 21 such employees.
- 22 (3) The procuring by any such employer of such a policy
- 23 of insurance, referred to in subsection (2) of this section, which
- 24 is in full force and effect at the time of an accident to any of
- 25 his or her employees, shall be conclusive proof of such employer's
- 26 and his or her employees' election to be bound by the Nebraska
- 27 Workers' Compensation Act, to all intents and purposes as if they
 - 1 had not been specifically excluded by the terms of this section.
 - 2 Such employer of household domestic servants and such employer of
 - 3 farm or ranch laborers who has procured such a policy of insurance
 - 4 may elect to return to the status of being not within the
 - 5 provisions of the Nebraska Workers' Compensation Act by (a) no
 - 6 longer carrying a policy of workers' compensation insurance and (b)
 - 7 posting and thereafter keeping continuously posted for a period of
 - 8 at least one year in a conspicuous place about the place or places
- 9 where his or her workers are employed a written or printed notice
- 10 of election not to be bound by the provisions of such act.
- 11 Sec. 2. Section 48-125.01. Reissue Revised Statutes of
- 12 Nebraska, is amended to read:
- 13 48-125.01. Any employer who knowingly transfers, sells,
- 14 encumbers, assigns, or in any manner disposes of, conceals,
- 15 secretes, or destroys any property or records belonging to such
- 16 employer, after one of his or her employees has been injured within
- 17 the purview of the Nebraska Workers' Compensation Act, and with
- 18 intent to avoid the payment of compensation under such act to such
- 19 employee or his or her dependents, shall be guilty of a Class I
- 20 misdemeanor. In any case when such employer is a corporation, any
- 21 officer or employee thereof, if knowingly participating or
- 22 acquiescing in the act with intent to avoid the payment of
- 23 compensation under the Nebraska Workers' Compensation Act, shall be
- 24 also individually guilty of a Class I misdemeanor as well as
- 25 jointly and severally liable with such corporation for any fine

- 26 imposed upon the corporation. In any case when such employer is a
- 27 limited liability company, any member or manager thereof, if
 - 1 knowingly participating or acquiescing in the act with intent to
 - 2 avoid the payment of compensation under the Nebraska Workers'
 - 3 Compensation Act, shall be also individually guilty of a Class I
 - 4 misdemeanor as well as jointly and severally liable with such
 - 5 limited liability company for any fine imposed upon the limited
 - 6 liability company. In any case when such employer is a limited
 - 7 partnership or a limited liability partnership, any general
 - 8 partner, if knowingly participating or acquiescing in the act with
 - 9 intent to avoid the payment under the Nebraska Workers'
- 10 Compensation Act, shall also be guilty of a Class I misdemeanor as
- 11 well as jointly and severally liable with such limited partnership
- 12 or limited liability partnership, and limited partners shall not be
- 13 liable.
- 14 Sec. 3. Original section 48-125.01, Reissue Revised
- 15 Statutes of Nebraska, and section 48-106, Revised Statutes
- 16 Supplement, 2002, are repealed.".
- 17 2. On page 1, line 3, strike "sections 48-106 and
- 18 48-115" and insert "section 48-106"; and in line 4 strike "to
- 19 redefine terms;".

Correctly Engrossed

The following bills were correctly engrossed: LBs 111, 233, 233A, and 487.

ER9041

Enrollment and Review Change to LB 111

The following changes, required to be reported for publication in the Journal, have been made:

1. On page 1, line 3, "the penalty" has been struck and "penalty provisions" inserted.

ER9042

Enrollment and Review Change to LB 233

The following changes, required to be reported for publication in the Journal, have been made:

- 1. On page 1, line 5, strike "inspection" and insert "provisions relating to".
- 2. On page 2, line 10, "is" has been struck.

(Signed) Ray Mossey, Chairperson

STANDING COMMITTEE REPORTS Revenue

LEGISLATIVE BILL 286. Placed on General File as amended. Standing Committee amendment to LB 286:

AM1141

- 1 1. Strike the original sections and insert the following
- 2 new sections:
- 3 "Section 1. Section 77-2101.03, Revised Statutes
- 4 Supplement, 2002, is amended to read:
- 5 77-2101.03. (1) For decedents dying on or after January
- 6 1, 2003, and before July 1, 2003, the tax on the Nebraska taxable
- 7 estate shall be the greater of the maximum state tax credit
- 8 allowance upon the tax imposed under chapter 11 of the Internal
- 9 Revenue Code or the amount provided in the following table: The
- 10 following table shall be used to determine the tax on the Nebraska

11 taxable estate:

12	Nebraska taxable	estate			Of Excess
13					Over
14	At least	But less than	Tax =	+ %	
15	\$ 0	\$ 40,000	\$ 0	0	\$ 0
16	40,000	90,000	0	.8	40,000
17	90,000	140,000	400	1.6	90,000
18	140,000	240,000	1,200	2.4	140,000
19	240,000	440,000	3,600	3.2	240,000
20	440,000	640,000	10,000	4	440,000
21	640,000	840,000	18,000	4.8	640,000
22	840,000	1,040,000	27,600	5.6	840,000
23	1,040,000	1,540,000	38,800	6.4	1,040,000
24	1,540,000	2,040,000	70,800	7.2	1,540,000
1	2,040,000	2,540,000	106,800	8	2,040,000
2	2,540,000	3,040,000	146,800	8.8	2,540,000
3	3,040,000	3,540,000	190,800	9.6	3,040,000
4	3,540,000	4,040,000	238,800	10.4	3,540,000
5	4,040,000	5,040,000	290,800	11.2	4,040,000
6	5,040,000	6,040,000	402,800	12	5,040,000
7	6,040,000	7,040,000	522,800	12.8	6,040,000
8	7,040,000	8,040,000	650,800	13.6	7,040,000
9	8,040,000	9,040,000	786,800	14.4	8,040,000
10	9,040,000	10,040,000	930,800	15.2	9,040,000
11	10,040,000		1,082,800	16	10,040,000
4.0	(0) - 1 1		C T 1 1 00		

(2) For decedents dying on or after July 1, 2003, the

13 following table shall be used to determine the tax on the Nebraska

14 taxable estate:

15 <u>N</u>	ebraska taxable	<u>estate</u>			Of Excess
16					<u>Over</u>
17	At least	But less than	$\underline{\text{Tax}} = \underline{+}$	<u>%</u>	
18	<u>\$</u> <u>0</u>	<u>\$ 100,000</u>	<u>\$</u> <u>0</u>	<u>41</u>	<u>\$</u> <u>0</u>
19	100,000	500,000	41,000	<u>6.4</u>	100,000
20	500,000	1,000,000	66,600	<u>7.2</u>	500,000
21	1,000,000	1,500,000	102,600	<u>8</u>	1,000,000
22	<u>1,500,000</u>	2,000,000	142,600	8.8	1,500,000
23	<u>2,000,000</u>	2,500,000	186,600	<u>9.6</u>	2,000,000
24	<u>2,500,000</u>	3,000,000	234,600	10.4	<u>2,500,000</u>

25	3,000,000	4,000,000	286,600	11.2	3,000,000
26	4,000,000	5,000,000	398,600	12	4,000,000
27	5,000,000	6,000,000	518,600	12.8	5,000,000
1	6,000,000	7,000,000	646,600	<u>13.6</u>	6,000,000
2	7,000,000	8,000,000	782,600	<u>14.4</u>	7,000,000
3	8,000,000	9,000,000	926,600	<u>15.2</u>	8,000,000
4	9,000,000		1,078,600	16	9,000,000

- 5 (2) (3) Taxable generation-skipping transfers shall be
- 6 taxed at a rate of sixteen percent of the Nebraska taxable 7 transfer.
- 8 Sec. 2. This act becomes operative on January 1, 2003.
- 9 Sec. 3. Original section 77-2101.03, Revised Statutes
- 10 Supplement, 2002, is repealed.
- 11 Sec. 4. Since an emergency exists, this act takes effect
- 12 when passed and approved according to law.".

LEGISLATIVE BILL 572. Placed on General File as amended.

(Standing Committee amendment, AM1149, is printed separately and available in the Bill Room, Room 1104.)

LEGISLATIVE BILL 759. Placed on General File as amended.

(Standing Committee amendment, AM1142, is printed separately and available in the Bill Room, Room 1104.)

(Signed) David Landis, Chairperson

SELECT FILE

LEGISLATIVE BILL 165. The Preister pending amendment, AM1151, found in this day's Journal, was renewed.

Senator Bromm asked unanimous consent to be excused until he returns. No objections. So ordered.

Senator Preister moved for a call of the house. The motion prevailed with 22 ayes, 0 nays, and 27 not voting.

Senator Preister requested a roll call vote on his amendment.

Voting in the affirmative, 13:

Beutler	Friend	Maxwell	Quandahl	Synowiecki
Bourne	Hartnett	Mines	Redfield	
Chambers	Landis	Preister	Schimek	

Voting in the negative, 24:

Brashear Pederson, D. Engel Jones Stuthman Burling Kremer Raikes Erdman Tvson Byars Hudkins McDonald Schrock Vrtiska Combs Jensen Mossey Smith Wehrbein

Cunningham Johnson Pedersen, Dw. Stuhr

Present and not voting, 9:

Aguilar Brown Cudaback Kruse Price Baker Connealy Janssen Louden

Excused and not voting, 3:

Bromm Foley Thompson

The Preister amendment lost with 13 ayes, 24 nays, 9 present and not voting, and 3 excused and not voting.

The Chair declared the call raised.

Senator Preister offered the following motion:

Bracket LB 165.

Senator Preister withdrew his motion to bracket.

Senator Jensen asked unanimous consent to be excused. No objections. So ordered.

Senator Preister requested a record vote on the advancement of the bill.

Voting in the affirmative, 25:

McDonald Smith Aguilar Cunningham Janssen Baker Engel Johnson Mossey Stuthman Pedersen, Dw. Tyson Beutler Erdman Jones Burling Friend Kremer Pederson, D. Vrtiska Combs Wehrhein Hudkins Louden Schrock

Voting in the negative, 7:

Chambers Preister Quandahl Synowiecki Mines Price Schimek Present and not voting, 13:

Bourne Byars Hartnett Maxwell Stuhr

Brashear Connealy Kruse Raikes Brown Cudaback Landis Redfield

Excused and not voting, 4:

Bromm Foley Jensen Thompson

Advanced to E & R for engrossment with 25 ayes, 7 nays, 13 present and not voting, and 4 excused and not voting.

LEGISLATIVE BILL 165A. Advanced to E & R for engrossment.

LEGISLATIVE BILL 688. E & R amendment, AM7081, found on page 830, was adopted.

Advanced to E & R for engrossment.

LEGISLATIVE BILL 619. E & R amendment, AM7082, printed separately and referred to on page 855, was adopted.

Senator Schrock renewed his pending amendment, AM1017, found on page 1051.

Senator Aguilar asked unanimous consent to be excused until he returns. No objections. So ordered.

The Schrock amendment was adopted with 26 ayes, 0 nays, 18 present and not voting, and 5 excused and not voting.

Senator Schrock renewed his pending amendment, AM1038, found on page 1075.

The Schrock amendment was adopted with 26 ayes, 0 nays, 19 present and not voting, and 4 excused and not voting.

Senators Erdman and Landis asked unanimous consent to be excused until they return. No objections. So ordered.

Senator Beutler offered the following amendment: FA1260

(Amendments to E & R amendments, AM7082)

- 1 1. On page 10, line 15, after the period insert "The
- 2 department shall approve or disapprove the certification and notify
- 3 the owner or other responsible party within thirty days after the
- 4 date of such filing, except that if the department determines that

- 5 the certification is incomplete it shall so notify the owner or
- 6 other responsible party and shall approve or disapprove the
- 7 certification within thirty days after the date the owner or other
- 8 responsible party files a complete certification."; and strike
- 9 beginning with the first comma in line 20 through "department" in
- 10 line 22 and insert "disapproves the certification as provided in
- 11 this subsection".
- 1 2. On page 1, line 17, strike "voluntary".

The Beutler amendment was adopted with 26 ayes, 0 nays, 18 present and not voting, and 5 excused and not voting.

Advanced to E & R for engrossment.

LEGISLATIVE BILL 294. Advanced to E & R for engrossment.

LEGISLATIVE BILL 607. E & R amendment, AM7084, printed separately and referred to on page 856, was adopted.

Senator Wehrbein withdrew the Wehrbein-Beutler pending amendment, AM1032, found on page 1076.

Senator Wehrbein renewed his pending amendment, AM1123, found on page 1142.

SPEAKER BROMM PRESIDING

Senator Cudaback asked unanimous consent to be excused until he returns. No objections. So ordered.

The Wehrbein amendment was adopted with 26 ayes, 0 nays, 18 present and not voting, and 5 excused and not voting.

Advanced to E & R for engrossment.

LEGISLATIVE BILL 332. E & R amendment, AM7083, found on page 856, was adopted.

Advanced to E & R for engrossment.

LEGISLATIVE BILL 148. E & R amendment, AM7088, found on page 914, was adopted.

Senator Landis renewed the Landis-Friend pending amendment, AM0897, printed separately and referred to on page 994.

Senator Bourne asked unanimous consent to be excused. No objections. So ordered.

The Landis-Friend amendment was adopted with 25 ayes, 0 nays, 19 present and not voting, and 5 excused and not voting.

Advanced to E & R for engrossment.

LEGISLATIVE BILL 756. E & R amendment, AM7087, found on page 917, was adopted.

Senator McDonald offered the following amendment: AM1144

(Amendments to E & R amendments, AM7087)

- 1 1. On page 3, line 17, after "entity" insert ",
- 2 including a cancer drug manufacturer,"; in line 24 strike "The" and
- 3 insert "Notwithstanding subsection (1) of this section, the"; and
- 4 strike line 27 and insert "nor shall such donation increase the
- 5 liability of such cancer drug manufacturer that would have existed
- 6 but for the donation.".
- 7 2. On page 4, strike lines 1 and 2.

The McDonald amendment was adopted with 26 ayes, 0 nays, 18 present and not voting, and 5 excused and not voting.

Advanced to E & R for engrossment.

Senator Foley asked unanimous consent to be excused until he returns. No objections. So ordered.

LEGISLATIVE BILL 756A. Advanced to E & R for engrossment.

LEGISLATIVE BILL 726. E & R amendment, AM7085, found on page 919, was adopted.

Senator Smith withdrew his pending amendment, FA1198, found on page 851.

Senator Landis asked unanimous consent to be excused until he returns. No objections. So ordered.

Senator Smith offered the following amendment: AM1143

(Amendments to E & R amendments, AM7085)

- 1 1. On page 1, line 12, after "(2)" insert "The governing
- 2 body of any county with a population of three hundred thousand
- 3 inhabitants or less may after a public hearing adopt a resolution
- 4 to impose an additional sales tax of not to exceed one percent upon
- 5 the total consideration charged for occupancy of any space
- 6 furnished by any hotel if such county has created a County Visitors
- 7 Promotion Fund and a visitors committee pursuant to section

- 8 81-1255. The proceeds from such tax shall be paid to the County
- 9 Visitors Promotion Fund.
- 10 (3)"; in lines 12 and 13 reinstate the stricken matter;
- 11 and in line 20 strike "(3)", show as stricken, and insert "(4)".
- 12 2. On page 2, lines 6 and 7, reinstate the stricken
- 13 matter.

The Smith amendment lost with 10 ayes, 11 nays, 21 present and not voting, and 7 excused and not voting.

Senator Beutler moved for a call of the house. The motion prevailed with 26 ayes, 0 nays, and 23 not voting.

Senator Beutler requested a roll call vote on the advancement of the bill.

Voting in the affirmative, 26:

Aguilar	Hartnett	Kruse	Price	Tyson
Beutler	Hudkins	Louden	Quandahl	Vrtiska
Bromm	Janssen	Maxwell	Schimek	
Brown	Johnson	McDonald	Stuhr	
Byars	Jones	Mossey	Stuthman	
Connealy	Kremer	Pedersen, Dw.	Synowiecki	

Voting in the negative, 11:

Baker	Cunningham	Raikes	Smith
Brashear	Mines	Redfield	Wehrbein
Chambers	Pederson, D.	Schrock	

Present and not voting, 6:

Burling	Engel	Friend
Combs	Foley	Preister

Excused and not voting, 6:

Bourne	Erdman	Landis
Cudaback	Jensen	Thompson

Advanced to E & R for engrossment with 26 ayes, 11 nays, 6 present and not voting, and 6 excused and not voting.

The Chair declared the call raised.

STANDING COMMITTEE REPORT Urban Affairs

LEGISLATIVE BILL 650. Placed on General File as amended.

Standing Committee amendment to LB 650:

- AM1161
 - 1 1. Insert the following new section:
 - 2 "Sec. 4. Since an emergency exists, this act takes
 - 3 effect when passed and approved according to law.".
 - 4 2. On page 2, line 9, after "Fund" insert ", money
- 5 recovered through any action initiated pursuant to subsection (5)
- 6 of this section, money collected from utilities pursuant to the
- 7 assessment provided for in subsection (6) of this section,"; and in
- 8 line 28 after the period insert "Loan proceeds shall be used only
- 9 for costs and expenses which are necessary and directly related to
- 10 the purposes for which the loan is provided and which are
- 11 reasonably comparable in amount to the cost of the same or similar
- 12 services generally prevailing in the area where incurred.".
- 13 3. On page 3, lines 27 and 28, strike the new matter and
- 14 insert "The Public Service Commission may review the use of any
- 15 money loaned from the fund and may recover any proceeds of such
- 16 loans expended in a manner contrary to or for purposes other than
- 17 those authorized by the Municipal Natural Gas Regulation Act or
- 18 rules and regulations adopted and promulgated pursuant thereto from
- 19 (a) any municipality or (b) any person in receipt from a
- 20 municipality of any money loaned from the fund.
- 21 (6) The Public Service Commission shall, after the
- 22 effective date of this act but not later than January 1, 2004,
- 23 determine the amount of money necessary to meet the current and
- 24 projected amount of requests for loans from the fund. The
 - 1 commission shall, not later than January 1, 2004, make one
 - 2 assessment against the utilities subject to the Municipal Natural
 - 3 Gas Regulation Act of the total amount of money required to meet
 - 4 the projected needs of the fund, except that the total assessment
 - 5 shall not exceed six hundred thousand dollars. Each utility shall
 - 6 be charged its pro rata share of the total assessment in the same
 - 7 proportion as the number of customers of the utility subject to the
 - 8 act bears to the total number of customers in the state subject to
 - det bears to the total number of customers in the state subject to
- 9 the act. Money collected pursuant to this subsection and placed in
- 10 the fund shall not be used for any loan application filed before
- 11 January 1, 2003, or rate regulation proceeding initiated pursuant
- 12 to the Municipal Natural Gas Regulation Act commenced prior to
- 13 January 1, 2003. Each utility shall pay its share of the
- 14 assessment within thirty days after being billed by the commission.
- 15 Each utility may recover the amount of its share of the assessment
- 16 through a special surcharge on customers which may be billed on the
- 17 monthly statements for up to a twelve-month period to be shown on
- 18 the statements as a charge for rate regulation expense.
- 19 (7) Any action by the Public Service Commission initiated
- 20 pursuant to subsection (5) of this section to recover any money
- 21 loaned from the fund shall be commenced within six years after the
- 22 date upon which the municipality or person in receipt of proceeds
- 23 from the fund expended the money received from the fund.".

24 4. On page 4, lines 1, 2, and 9 through 24, strike the 25 new matter.

(Signed) D. Paul Hartnett, Chairperson

AMENDMENTS - Print in Journal

Senator Chambers filed the following amendment to <u>LB 46</u>: AM1156

(Amendments to E & R amendments, AM7092)

- 1 1. On page 30, strike beginning with "During" in line 25
- 2 through "the" in line 27, show as stricken, and insert "The".
- 3 2. On page 31, strike beginning with "Intentional" in
- 4 line 16 through line 21, show as stricken, and insert "The
- 5 department may not impose disciplinary action upon any committed
- 6 offender solely because of the committed offender's failure to
- 7 comply with the department-approved personalized program plan, but
- 8 such failure may be considered by the board in its deliberations on
- 9 whether or not to grant parole to a committed offender.".

Senator Beutler filed the following amendment to $\underline{LB\ 46}$: AM1015

(Amendments to Standing Committee amendments, AM0770)

- 1 1. On page 51, line 6, after the underscored period
- 2 insert "The director shall so certify within thirty days after the
- 3 date on which the population first exceeds one hundred forty
- 4 percent of design capacity.".
- 5 2. On page 52, line 4, after the underscored period
- 6 insert "The director shall so certify within thirty days after the
- 7 date on which the population first reaches operational capacity.".

Senator Beutler filed the following amendment to <u>LB 46</u>: AM1016

(Amendments to Standing Committee amendments, AM0770)

- 1 1. On page 51, line 6, after the underscored period
- 2 insert "The Governor shall declare a correctional system
- 3 overcrowding emergency whenever the director certifies that the
- 4 population is over one hundred forty-five percent of design
- 5 capacity.".

Senator Raikes filed the following amendment to <u>LB 574</u>: AM1153

(Amendments to Standing Committee amendments, AM0816)

- 1 1. Insert the following new sections:
- 2 "Sec. 20. The Nebraska Scholarship Fund is created.
- 3 Money in the fund shall include amounts transferred from the State
- 4 Lottery Operation Trust Fund pursuant to section 9-812. For fiscal
- 5 year 2003-04, all amounts accruing to the Nebraska Scholarship Fund
- 6 shall be transferred to the General Fund. For fiscal year 2004-05

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7 and each fiscal year thereafter, money in the fund shall be used to
 8 carry out the Nebraska Scholarship Act. Any money in the fund
 9 available for investment shall be invested by the state investment
10 officer pursuant to the Nebraska Capital Expansion Act and the
11 Nebraska State Funds Investment Act.
12 Sec. 21. Section 9-812, Revised Statutes Supplement,
13 2002, is amended to read:
14 9-812. (1) All money received from the operation of
15 lottery games conducted pursuant to the State Lottery Act in
16 Nebraska shall be credited to the State Lottery Operation Trust
17 Fund, which fund is hereby created. All payments of expenses of
18 the operation of the lottery games shall be made from the State
19 Lottery Operation Cash Fund. In accordance with legislative
20 appropriations, money for payments for expenses of the division
21 shall be transferred from the State Lottery Operation Trust Fund to
22 the State Lottery Operation Cash Fund, which fund is hereby
23 created. All money necessary for the payment of lottery prizes
 1 shall be transferred from the State Lottery Operation Trust Fund to
 2 the State Lottery Prize Trust Fund, which fund is hereby created.
 3 The amount used for the payment of lottery prizes shall not be less
 4 than forty percent of the dollar amount of the lottery tickets
 5 which have been sold. At least twenty-five percent of the dollar
 6 amount of the lottery tickets which have been sold on an annualized
 7 basis shall be transferred from the State Lottery Operation Trust
 8 Fund to the Education Innovation Fund, the Nebraska Scholarship
 9 Fund, the Nebraska Environmental Trust Fund, and the Compulsive
10 Gamblers Assistance Fund. Of the money available to be transferred
11 to the Education Innovation Fund, the Nebraska Environmental Trust
12 Fund, and the Compulsive Gamblers Assistance Fund, the first five
13 hundred thousand dollars shall be transferred to the Compulsive
14 Gamblers Assistance Fund to be used as provided in sections
15 83-162.01 to 83-162.04. Thereafter, forty nine and one half
16 twenty-four and three-fourths percent of the money remaining after
17 the payment of prizes and operating expenses and the initial
18 transfer to the Compulsive Gamblers Assistance Fund shall be
19 transferred to the Education Innovation Fund. Twenty-four and
20 three-fourths percent of the money remaining after the payment of
21 prizes and operating expenses and the initial transfer to the
22 Compulsive Gamblers Assistance Fund shall be transferred to the
23 Nebraska Scholarship Fund. Forty-nine and one-half percent of the
24 money remaining after the payment of prizes and operating expenses
25 and the initial transfer to the Compulsive Gamblers Assistance Fund
26 shall be transferred to the Nebraska Environmental Trust Fund to be
27 used as provided in the Nebraska Environmental Trust Act. One
 1 percent of the money remaining after the payment of prizes and
 2 operating expenses and the initial transfer to the Compulsive
 3 Gamblers Assistance Fund shall be transferred to the Compulsive
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4 Gamblers Assistance Fund to be used as provided in sections

5 83-162.01 to 83-162.04.

- 6 (2) The Education Innovation Fund is hereby created. At 7 least seventy-five percent of the lottery proceeds allocated to the 8 Education Innovation Fund shall be available for disbursement. For 9 each fiscal year except fiscal years 2001-02, 2002-03, 2003-04, and 10 2004-05, the Education Innovation Fund shall be allocated in the 11 following manner: Up to ten twenty percent to fund the mentor 12 teacher program pursuant to the Quality Education Accountability 13 Act; up to sixty percent as quality education incentives pursuant 14 to the act; up to twenty forty percent to the Attracting Excellence 15 to Teaching Program Cash Fund to fund the Attracting Excellence to 16 Teaching Program Act; and up to ten forty percent of the fund shall 17 be allocated by the Governor. For fiscal years 2001-02 and 18 2002-03, the Education Innovation Fund shall be allocated in the 19 following manner by the Excellence in Education Council: Up to one 20 million five hundred thousand dollars per fiscal year, as a 21 distance education network completion grant pursuant to section 22 79-1328; and, after operating expenses for the Excellence in 23 Education Council are deducted, the remainder to the General Fund. 24 For fiscal years 2003-04 and 2004-05, the Education Innovation Fund 25 shall be allocated to the General Fund after operating expenses for 26 the Excellence in Education Council are deducted. The State 27 Treasurer shall transfer two million eighteen thousand one hundred 1 ninety-nine dollars from the Education Innovation Fund to the 2 General Fund within five days after August 16, 2002. 3 Allocations by the Governor shall be through incentive 4 grants to encourage the development of strategic school improvement 5 plans by school districts for accomplishing high performance 6 learning and to encourage schools to establish innovations in 7 programs or practices that result in restructuring of school 8 organization, school management, and instructional programs which 9 bring about improvement in the quality of education. Such 10 incentive grants allocated by the Governor are intended to provide 11 selected school districts, teachers or groups of teachers, 12 nonprofit educational organizations, educational service units, or 13 cooperatives funding for the allowable costs of implementing pilot 14 projects and model programs. 15 From the funds allocated by the Governor, minigrants 16 shall be available to school districts to support the development 17 of strategic school improvement plans which shall include 18 statements of purposes and goals for the districts. The plans
- 18 statements of purposes and goals for the districts. The plans 19 shall also include the specific statements of improvement or 20 strategic initiatives designed to improve quality learning for 21 every student.

 22 In addition to the minigrants granted for the development
- 22 In addition to the minigrants granted for the development
- 23 of strategic school improvement plans, school districts with annual
- 24 budget expenditures of three hundred fifty thousand dollars or less
- 25 are eligible for minigrants from the funds allocated by the
- 26 Governor for the purposes allowed in subdivisions (2)(a) through
- 27 (q) of this section. The amount of this type of minigrant shall

- 1 not exceed five thousand dollars. The school district shall
- 2 present a curriculum support plan with its application for the
- 3 grant. The curriculum support plan must show how the district is
- 4 working to achieve one or more of the allowed purposes and how the
- 5 grant will be used to directly advance the plan to achieve one or
- 6 more of these purposes. The plan must be signed by the school
- 7 administrator and a school board representative. The application
- 8 for the grant shall be brief. The Excellence in Education Council
- 9 shall select the recipients of this type of minigrant and shall
- 10 administer such minigrants.
- 11 From the funds allocated by the Governor, major
- 12 competitive grants shall be available to support innovative
- 13 programs which are directly related to the strategic school
- 14 improvement plans. The development of a strategic school
- 15 improvement plan by a school district shall be required before a
- 16 grant is awarded. Annual reports shall be made by program
- 17 recipients documenting the effectiveness of the program in
- 18 improving the quality of education as designed in the strategic
- 19 school improvement plans. Special consideration shall be given to
- 20 plans which contain public or private matching funds and
- 21 cooperative agreements, including agreements for in-kind services.
- 22 Purposes for which such major competitive grants would be offered 23 shall include:
- 24 (a) Professional staff development programs to provide
- 25 funds for teacher and administrator training and continuing
- 26 education to upgrade teaching and administrative skills;
- 27 (b) The development of strategic school improvement plans
 - 1 by school districts;
 - 2 (c) Educational technology assistance to public schools
 - 3 for the purchase and operation of computers, telecommunications
- 4 equipment and services, and other forms of technological innovation
- 5 which may enhance classroom teaching, instructional management, and
- 6 districtwide administration. Telecommunications equipment,
- 7 services, and forms of technical innovation shall be approved only
- 8 after review by the technical panel created in section 86-521;
- 9 (d) An educational accountability program to develop an
- 10 educational indicators system to measure the performance and
- 11 outcomes of public schools and to ensure efficiency in operations;
- 12 (e) Alternative programs for students, including
- 13 underrepresented groups, at-risk students, and dropouts;
- 14 (f) Programs that demonstrate improvement of student
- 15 performance against valid national and international achievement 16 standards:
- 17 (g) Early childhood and parent education which emphasizes
- 18 child development;
- 19 (h) Programs using decisionmaking models that increase
- 20 involvement of parents, teachers, and students in school
- 21 management;
- 22 (i) Increased involvement of the community in order to

- 23 achieve increased confidence in and satisfaction with its schools;
- 24 (j) Development of magnet or model programs designed to
- 25 facilitate desegregation;
- 26 (k) Programs that address family and social issues
- 27 impairing the learning productivity of students;
- 1 (I) Programs enhancing critical and higher-order thinking 2 capabilities;
- 3 (m) Programs which produce the quality of education
- 4 necessary to guarantee a competitive work force;
- 5 (n) Programs designed to increase productivity of staff
- 6 and students through innovative use of time;
- 7 (o) Training programs designed to benefit teachers at all
- 8 levels of education by increasing their ability to work with
- 9 educational technology in the classroom;
- 10 (p) Approved accelerated or differentiated curriculum
- 11 programs under sections 79-1106 to 79-1108.03; and
- 12 (q) Programs for children from birth to age twenty-one
- 13 years with disabilities receiving special education under the
- 14 Special Education Act and children from birth to age twenty-one
- 15 years needing support services as defined in section 79-1125.01,
- 16 which programs demonstrate improved outcomes for children from
- 17 birth to age twenty-one years through emphasis on prevention and 18 collaborative planning.
- 19 The Governor shall establish the Excellence in Education
- 20 Council. The Governor shall appoint eleven members to the council
- 21 including representatives of educational organizations,
- 22 postsecondary educational institutions, the business community, and
- 23 the general public, members of school boards and parent education
- 24 associations, school administrators, and at least four teachers who
- 25 are engaged in classroom teaching. The State Department of
- 26 Education shall provide staff support for the council to administer
- 27 the Education Innovation Fund, including the Quality Education
- 1 Accountability Act. The council shall have the following powers 2 and duties:
- 3 (i) In consultation with the department, develop and
- 4 publish criteria for the awarding of incentive grants allocated by
- 5 the Governor for programs pursuant to this subsection, including 6 minigrants;
- 7 (ii) Provide recommendations to the Governor regarding
- 8 the selection of projects to be funded and the distribution and
- 9 duration of project funding;
- 10 (iii) Establish standards, formats, procedures, and
- 11 timelines for the successful implementation of approved programs
- 12 funded by incentive grants allocated by the Governor from the
- 13 Education Innovation Fund;
- 14 (iv) Assist school districts in determining the
- 15 effectiveness of the innovations in programs and practices and
- 16 measure the subsequent degree of improvement in the quality of
- 17 education:

- 18 (v) Consider the reasonable distribution of funds across
- 19 the state and all classes of school districts;
- 20 (vi) Carry out its duties pursuant to the Quality
- 21 Education Accountability Act; and
- 22 (vii) Provide annual reports to the Governor concerning
- 23 programs funded by the fund. Each report shall include the number
- 24 of applicants and approved applicants, an overview of the various
- 25 programs, objectives, and anticipated outcomes, and detailed
- 26 reports of the cost of each program.
- 27 To assist the council in carrying out its duties, the
 - 1 State Board of Education shall, in consultation with the council,
- 2 adopt and promulgate rules and regulations establishing criteria,
- 3 standards, and procedures regarding the selection and
- 4 administration of programs funded from the Education Innovation
- 5 Fund, including the Quality Education Accountability Act.
- 6 (3) Recipients of incentive grants allocated by the
- 7 Governor from the Education Innovation Fund shall be required to
- 8 provide, upon request, such data relating to the funded programs
- 9 and initiatives as the Governor deems necessary.
- 10 (4) Any money in the State Lottery Operation Trust Fund,
- 11 the State Lottery Operation Cash Fund, the State Lottery Prize
- 12 Trust Fund, or the Education Innovation Fund available for
- 13 investment shall be invested by the state investment officer
- 14 pursuant to the Nebraska Capital Expansion Act and the Nebraska
- 15 State Funds Investment Act.
- 16 (5) Unclaimed prize money on a winning lottery ticket
- 17 shall be retained for a period of time prescribed by rules and
- 18 regulations. If no claim is made within such period, the prize
- 19 money shall be used at the discretion of the Tax Commissioner for 20 any of the purposes prescribed in this section.
- 21 Sec. 45. The following section is outright repealed:
- 22 Section 79-758, Revised Statutes Supplement, 2002.".
- 23 2. On page 1, line 3, strike "19" and insert "20".
- 24 3. Amend the operative date section and the repealer so
- 25 that the sections added by this amendment become operative on their 26 effective date.
- 27 4. Renumber the remaining sections and correct internal 1 references accordingly.

VISITORS

Visitors to the Chamber were FFA members, Staci Alberts, Joel Grosbach, Laura Demmel, Sheridan Wright, and Michelle Dill, from southwest Nebraska; Rebecca Winterfeld and Vanessa Wasser from Seward; FFA members, Chris Dowty and Kevin Settles, from Scribner; FFA members, Tyler Skavdahl and Eric Wickersham, from Sioux County; FFA members from across the state; students from the University of Nebraska College of Pharmacy and the Creighton University School of Pharmacy; Mark Krepel from Crofton; 41 fourth-grade students and teachers from Dodge

Elementary School, Grand Island; FFA members, Tracy Lammers and Chris Gubbels, from Hartington, and Kurt Potts, from Fordyce; Sarah Chandler and John Leagjeld from Minnesota; and 40 fourth-grade students and teachers from Cedar Elementary School, Beatrice.

The Doctor of the Day was Dr. Rick Gustafson from Lincoln.

ADJOURNMENT

At 12:52 p.m., on a motion by Senator Cudaback, the Legislature adjourned until 9:00 a.m., Monday, April 7, 2003.

Patrick J. O'Donnell Clerk of the Legislature